Council Meeting of February 25, 2015

Agenda Item No. 9F

REQUEST FOR COUNCIL ACTION

SUBJECT: Discussion and possible action regarding the authorization to purchase a shipping container [Councilmember Stoker]

Currently the City leases two storage units on Airport Road at about 8000 South and three more at 6000 South Redwood Road in Taylorsville for a total of five storage units at a cost of \$14,974 in the 2014/15 fiscal year and will rise to \$16,774 next fiscal year. In addition, additional supplies are being stored in additional areas around the City. For some time, several of the storage units were donated to the City for their use in exchange for tickets to city arts productions. The storage units that we were receiving at no cost recently changed ownership where such an arrangement couldn't be maintained. The City is now leasing all five containers mentioned above.

We recently received a formal offer, through informal means, to be able to purchase previously owned shipping containers for storage use. They come with a couple options, 20-ft or 40-ft and then whether we want them as-is or freshly painted. Costs include delivery to West Jordan. The City's only responsibility would be to unload the containers from a flat bed truck when they arrive.

- Does the Council wish to purchase containers, such as these, to eliminate storage leasing costs?
- Which options and how many?
- Is the offer acceptable (below threshold for bidding) or does a more formal solicitation need to take place?



800-624-8045

2600 S. Santa Fe Ave., Vista, CA 92084 www.azteccontainer.com Fax: 760-727-5528

February 5, 2015

To: City of West Jordan

8000 S. Redwood Road West Jordan, UT 84088

Attn: Justin Stoker

P: 801-6647-6822

E: justins@wjordan.com

Dear Justin

Thanks again for reaching out to Aztec Container for your storage needs

20' used steel container with cargo door, <u>original manufacturers paint</u> that is wind and watertight. Total cost including delivery to West Jordan, UT 84088 \$3,587.00

20' used steel container with cargo door, <u>freshly painted</u> either beige or gray that is wind and watertight. Total cost including delivery to West Jordan, UT 84088 \$3,787.00

40' used steel container with cargo door, <u>original manufacturers paint</u> that is wind and watertight. Total cost including delivery to West Jordan, UT 84088 \$4,087.00

40' used steel container with cargo door, <u>freshly painted</u> either beige or gray that is wind and watertight. Total cost including delivery to West Jordan, UT 84088 \$4,587.00

20' containers weigh around 5,000 lbs

40' containers weigh around 8,000 lbs

Should you have any additional questions please feel free to give me a call.

Thanks Frank DeFalco 800-624-8045